GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:6078
ANSWERED ON:31.08.2001
INCOME TAX RAIDS ON HOTELS
C. SREENIVAASAN;PUTTASWAMY GOWDA

Will the Minister of FINANCE be pleased to state:

(a) whether Income Tax Authorities recently raided some prominent hotels and restaurants in Delhi;

(b) if so, the details thereof;

(c) whether further investigations have revealed that Income Tax to the tune of crores of rupees have been evaded by these hotels and restaurants during the last three years; and

(d) if so, the total income tax paid by five star hotels and prominent restaurants based in Delhi in during the last three year, Year-wise and Hotel-wise ?;

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI GINGEE N. RAMACHANDRAN)

(a),(b),(c)&(d): During the Financial Years 1999-2000 and 2000-2001 searches where conducted in respect of three Hotels/Restaurants and the details of seizure, estimated concealed of income and the taxes paid are mentioned as under:-

Name of the Group - Hotel/Restaurant	Date of search	Total seizure (in lakhs) (in crores)	Estimated concealment of income	Taxes paid (in lakhs)	
			F.Y.2000-01	F.Y.2001-02	
M/S Bikanerwala Group	9.3.2000	35.39	1.83	1.08	Nil
M/s Evergreen Sweet House	3.11.2000	20.57	19.57	Nil	5.18
M/s Metropolitan Hotel, Nikko	21.11.2000	267.41	73.50	Nil	Nil

The Block Assessment proceedings in the above cases are in progress and are yet to be finalised.